Prudential and Treasury Indicators

Prudential Indicators

a) The actual capital expenditure that was incurred in 2011/12 and the estimates of capital expenditure to be incurred for the current and future years that are recommended for approval are:

TABLE 1 SECTION 2.3	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£,000	£'000	£'000	£'000	£'000	£'000
Private Sector Housing Improvement	624	740	435	215	215	215	215
Invest and Repair Programme	666	1,165	451	126	96	96	96
Community Project Schemes	3,126	1,154	247	192	166	166	101
Invest to Save Projects	-	971	1,961	210	210	210	210
E Government Investment Programme	431	305	220	220	220	220	220
HRA	2,486	2,559	2,928	2,928	2,928	2,928	2,928
TOTAL	7,333	6,894	6,242	3,891	3,835	3,835	3,770

b) The actual capital expenditure that was incurred in 2011/12 and the estimates of capital expenditure to be incurred for the current and future years, including the financing of the programme are:

TABLE 2 SECTION 2.3	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Capital Expenditure	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	4,847	4,335	3,314	963	907	907	842
HRA	2,486	2,559	2,928	2,928	2,928	2,928	2,928
Financed By			•-	- ,	_,	_,	_10_0
Capital Grants	3,139	3,732	3,246	3,208	3,208	3.208	3,143
Capital Receipts	39	100	100	100	100	100	100
Revenue Contribution	-	-	30	-	-	-	-
Net financing need for the year	4,155	3,062	2,866	583	527	527	527

c) Estimates of the end of year capital financing requirement for the authority for the current and future years and the actual capital financing requirement at 31 March 2012 are:

TABLE 3 SECTION 2.4	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Capital Financing requirement as at 31 March	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Non - HRA	11,577	14,415	17,008	17,247	17,423	17.592	17.754
HRA	77,722	76,722	73,722	70,722	67,222	63,722	60,722
TOTAL	89,299	91,137	90,730	87,969	84,645	81,314	78,476
Movement in CFR	4,005	1,838	(407)	(2,761)	(3,324)	(3,331)	(2,838)

d) Estimates of the change in capital financing requirement for the authority for the current and future years and the actual change in capital financing requirement in 2011/12 are:

TABLE 4 SECTION 2.4	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Movement in CFR represented by	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£,000
Net financing need for the year	4,154	3,062	2,866	583	527	527	527
Less MRP and other financing movements	149	1,224	3,273	3,344	3,851	3,858	3,365
Movement in CFR	4,005	1,838	(407)	(2,761)	(3,324)	(3,331)	(2,838)

e) Estimates of the resources at 31 March for the authority for the current and future years are:

TABLE 5 SECTION 2.9	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Year End Resources	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Fund balances	2,089	2,089	3,061	3,061	3,061	3,061	3,061
Reserves	7,800	10,985	10,780	10,805	10,205	9,730	9,755
Capital receipts	199	199	199	134	69	. 0	. 0
Total core funds	10,088	13,273	14,040	14,000	13,335	12,791	12,816
Working Capital	(881)	(881)	(881)	(881)	(881)	(881)	(881)
Expected Investments	9,207	12,392	13,159	13,119	12,454	11,910	11,935

f) Estimates of the ratio of financing costs to net revenue stream for the current and future years, and the actual figures for 2011/12

TABLE 6 SECTION 2.11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Ratio of financing costs to net revenue	actual	Latest	estimate			414-	41 4
stream	actuai	Estimate	esumate	estimate	estimate	estimate	estimate
Non - HRA	0.54%	4.80%	6.34%	8.53%	9.37%	10.74%	11.82%
HRA	14.05%	13.99%	12.98%	12.13%	11.10%	10.07%	9.11%

g) The estimate of the incremental impact of capital investment decisions proposed, over and above capital investment decisions that have previously been taken by the Council are:

TABLES 7 and 8 SECTIONS 2.12 and 2.13	2011/12	20	12/13	20	013/14	20	014/15	20	15/16	20)16/17	2017/18
Incremental impact of capital investment decisions, over and above capital	actual		atest timate	es	timate	es	timate	65	stimate	es	timate	estimate
Investment decisions that have previously	£		£		£		£		£		£	£
Council Tax Band D (indicative figure - per year)	n/a	£	3.50	£	2.89	£	0.80	£	0.79	£	0.88	n/a
Housing Rents Average Weekly Housing Rents	n/a	£	0.00)	£)	0.02)	£)	0.02)	Œ.	0.02)	£)	0.02)	n/a

h) Estimates of the treasury portfolio position for the current and future years and the actual position at 31 March 2011 are:

TABLE 9 SECTION 2.17	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Current treasury portfolio position	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
External Debt			_				
Debt at 1 April	6,024	79,968	74,933	71.933	68.933	65.433	61,933
Expected Change in Debt	73,944	(5,035)	(3,000)	(3,000)	(3,500)	(3,500)	(3,000)
Other long term liabilities (OLTL)	376	441	419	398	378	359	341
Expected Change in OLTL	65	(22)	(21)	(20)	(19)	(18)	(17)
Actual debt at 31 March	80,409	75,352	72,331	69,311	65,792	62,274	59,257
The Capital Financing Requirement	89,299	91,137	90,730	87.969	84,645	81.314	78,476
Under / (over) borrowing	8,890	15,785	18,399	18,658	18.853	19,040	19,219
Total Investments at 31 March							.0,2.10
Investments	3,410	12,392	13,159	13,119	12,454	11,910	11,935
Net Debt	76,999	62,960	59,172	56,192	53,338	50,364	47,322

i) This is the limit beyond which external debt is not normally expected to exceed. In most cases, this would be a similar figure to the CFR, but may be lower or higher depending on the levels of actual debt.

TABLE 10 SECTION 2.21	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Operational Boundary for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	94,000	96,000	96,000	93,000	90,000	87,000	84,000
TOTAL	94,000	96,000	96,000	93,000	90,000	87,000	84,000

j) A further key prudential indicator represents a control on the maximum level of debt. This represents a limit beyond which external debt is prohibited. It reflects the level of external debt which, while not desired, could be afforded in the short term, but is not sustainable in the longer term.

TABLE 11 SECTION 2.22	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Authorised Limit for external debt -	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Borrowing	99,000	101,000	101,000	98,000	95,000	92,000	89,000
TOTAL	99,000	101,000	101,000	98,000	95,000	92,000	89,000

k) HRA Debt Limit. Separately, the Council is also limited to a maximum HRA CFR through the HRA self-financing regime. This is in accordance with the settlement and is prescribed as part of the self financing determination.

TABLE 12 SECTION 2.23	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
HRA Debt Limit	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
	£.000	£'000	£'000	£'000	£'000	£'000	£'000
TOTAL	79.146	79.146	79.146	79.146	79.146	79.146	79.146

100%

I) The Council's Prudential Indicators for treasury management are detailed below:

TABLE 13 SECTION 2.29	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
Interest rate exposures	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
Upper limit for fixed interest rate exposure		_					
based on net debt	n/a	100%	100%	100%	100%	100%	100%
Upper limit for variable rate exposure based							
on net debt	n/a	100%	100%	100%	100%	100%	100%
Maturity structure of fixed rate borrowing			Lower Limit	l .		Jpper Limit	
under 12 Months			0%			100%	
between 12 Months and 24 months			0%			100%	
between 24 months and 5 years			0%			100%	
between 5 and 10 years			0%			100%	

TABLE 14 In the report refers to time and monetary limits applying to investments.

more than 10 years

TABLE 15 SECTION 2.43	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18
	actual	Latest Estimate	estimate	estimate	estimate	estimate	estimate
Principal sums invested for over 364 days	5,000	5,000	10,000	10,000	10,000	10,000	10,000

0%

Note: All indicators have been reviewed by our external treasury advisors Sector.